

# Wisconsin State Legislature

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## **Joint Committee on Finance** *100<sup>TH</sup> ANNIVERSARY 1911 - 2011*

### MEMORANDUM

To: Members  
Joint Committee on Finance

From: Senator Alberta Darling  
Representative Robin Vos

Date: April 5, 2011

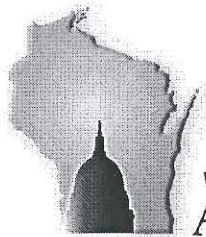
Re: DOA Report to JFC

Attached is a report on temporary reallocation of balances from the Department of Administration, pursuant to s. 20.002(11)(f), Stats.

This report is being provided for your information only. No action by the Committee is required. Please feel free to contact us if you have any questions.

Attachments

AD:RV:jm



WISCONSIN DEPARTMENT OF  
ADMINISTRATION

SCOTT WALKER  
GOVERNOR

MIKE HUEBSCH  
SECRETARY

Office of the Secretary  
Post Office Box 7864  
Madison, WI 53707-7864  
Voice (608) 266-1741  
Fax (608) 267-3842

March 31, 2011

RECEIVED  
APR 05 2011

BY: *St. Finance*

Mr. Robert Marchant, Chief Clerk  
Wisconsin Senate  
B20 South, State Capitol  
Madison, WI 53702

Mr. Patrick Fuller, Chief Clerk  
Wisconsin Assembly  
17 West Main Street, Room 401A  
Madison, WI 53702

Dear Mr. Marchant and Mr. Fuller:

This report is transmitted as required by s. 20.002(11)(f), Wisconsin Statutes, (for distribution to the appropriate standing committees under s. 13.172(3), Wisconsin Statutes) and confirms that the Department of Administration has found it necessary to exercise the "temporary reallocation of balances" authority provided by this section in order to meet payment responsibilities and cover resulting negative cash balances during the month of February 2011.

On February 1, 2011, the **Medical Assistance Trust Fund** cash balance closed at a negative \$199.5 million (its intra-month low). This negative balance continued through February 28, 2011, when the fund's cash balance closed at a negative \$194.7 million.

On February 1, 2011, the **Police and Fire Protection Fund** cash balance closed at a negative \$34.1 million (its intra-month low). This negative balance continued through February 28, 2011, when the fund's cash balance closed at a negative \$30.0 million.

On February 1, 2011, the **Conservation Fund** cash balance closed at a negative \$14.5 million. This negative balance continued through February 28, 2011, when the fund's cash balance closed at a negative \$22.5 million. The **Conservation Fund** cash balance reached its intra-month low of a negative \$31.3 million on February 24, 2011.

On February 1, 2011, the **Democracy Trust Fund** cash balance closed at a negative \$300 thousand. This negative balance continued through February 28, 2011, when the fund's cash balance closed at a negative \$901 thousand (its intra-month low).

On February 22, 2011, the **Support Collections Trust Fund** cash balance closed at a negative \$2.6 million. This negative balance continued intermittently through February 28, 2011, when the fund's cash balance closed at a negative \$1.1 million.

\* Referred to joint committee on Finance.

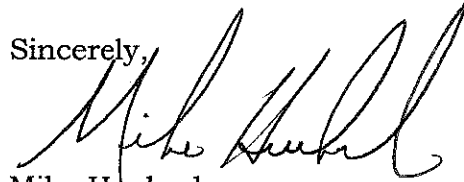
Mr. Robert Marchant  
Mr. Patrick Fuller  
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The **Support Collections Trust Fund** cash balance reached its intra-month low of a negative \$3.3 million on February 23, 2011.

The Medical Assistance Trust Fund, Police and Fire Protection Fund, Conservation Fund, Democracy Trust Fund, and Support Collections Trust fund shortfalls were due to the difference in the timing of revenues and expenditures, were not in excess of the statutory interfund borrowing limitations and did not exceed the balances of the funds available for interfund borrowing.

The distribution of interest earnings to investment pool participants is based on the average daily balance in the pool and each fund's share. Therefore, the monthly calculation by the State Controller's Office will automatically reflect the use of these temporary reallocations of balance authority, and as a result, the funds requiring the use of the authority will effectively bear the interest cost.

Sincerely,

A handwritten signature in black ink, appearing to read "Mike Huebsch", written over the word "Sincerely,".

Mike Huebsch  
Secretary of Administration